Coronavirus/COVID-19: Update for National Women in Construction Association

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April 1, 2020
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Disclaimer

The information provided during this webinar does not, and is not intended to, constitute legal advice and does not establish an attorney-client relationship. Instead, all information, content, and materials presented in this webinar are for general informational purposes only. Employers should contact their attorney to obtain advice with respect to any particular legal matter.
Agenda

• Brief Update
• Recent Legislative Actions
  ▪ Families First Coronavirus Response Act
  ▪ Coronavirus Aid, Relief and Economic Security Act (CARES)
• OSHA Considerations
• Frequently Asked Questions
Key Considerations

• The information provided is based upon our current understanding of the COVID-19 pandemic, and employers should remember that guidance is likely to change.

• Due to the fluidity surrounding COVID-19 and the response, it is strongly recommended that companies seek legal counsel on key decisions.
Current Spread of the Virus
Emergency Orders

• On March 11, 2020, the World Health Organization declared COVID-19 to be a pandemic.

• National
  ▪ On March 16, 2020 the CDC issued recommendations to avoid gathering in groups of 10 or more people and to avoid all non-essential travel.
  ▪ On March 29, 2020, President Trump extended these guidelines to April 30, 2020.

• State and Local
  ▪ As of April 1, 2020, at least 283 million people in at least 35 states, 79 counties, 28 cities, the District of Columbia, and Puerto Rico are under some form of a stay at home orders.
Recent Legislative Actions

• Families First Coronavirus Response Act
  ▪ Emergency Family and Medical Leave Expansion Act
    ▪ Allows employees affected by school closures to be eligible for protected leave.
  ▪ Emergency Paid Sick Leave Act
    ▪ Allows employees two weeks of paid sick leave, regardless of how long the employee has been employed.
    ▪ The Act went into effect today, April 1, 2020.
• Coronavirus Aid, Relief, and Economic Security (CARES) Act
• Several other states have began considering similar laws to assist affected employees.
  ▪ Colorado and New York have already passed paid leave laws.
Families First Coronavirus Response Act
Families First Coronavirus Response Act

• Emergency Family and Medical Leave Expansion Act
  ▪ Provides 12 weeks of leave if an employee is unable to work due to a bona fide need for leave to care for a child whose school or child care provider is closed or unavailable for reasons related to COVID-19.
  ▪ Employee must have worked for the employer for at least 30 calendar days.
  ▪ Applies to employers with fewer than 500 employees.
  ▪ The first 10 days of the leave may be unpaid.
  ▪ Employee is generally entitled to 2/3 of their regular rate for days off after the first 10, not to exceed $200 per day and $10,000 in the aggregate.
  ▪ Employee is entitled to return to the same or an equivalent position.
    • Unless the employer has fewer than 25 employees, then the employer is not required to reinstate the employee.
Families First Coronavirus Response Act

• Emergency Paid Sick Leave Act
  ▪ Applies to employers with fewer than 500 employees.
  ▪ Unlike EFMLA, no minimum tenure of employment for an employee to be eligible.
  ▪ Must provide employees with two weeks (10 days) of emergency paid sick leave benefits to be used for COVID-19 related absences.
    • Full-time employees, this means 80 hours.
    • Employees who work a part-time or irregular schedule are entitled to the average number of hours per week the employee worked for the six months prior to taking paid sick leave.
  ▪ This leave is immediately available for use by the employee.
  ▪ An employer cannot require employees to exhaust other forms of paid leave before using this new COVID-19 paid leave.
  ▪ The COVID-19 paid leave is in addition to any paid leave the employer already provides.
  ▪ Employers are not permitted to discriminate or retaliate against any individual taking leave under the Act.
Families First Coronavirus Response Act

- Emergency Paid Sick Leave Act
  - An employee may use paid sick leave if the employee is unable to work for any of the following reasons:
    1. The employee is subject to a federal, state, or local quarantine or isolation order for Coronavirus;
    2. The employee is advised by a health care provider to self-quarantine due to Coronavirus concerns;
    3. The employee is experiencing symptoms of Coronavirus and seeking a medical diagnosis;
    4. The employee is caring for an individual who is under a quarantine or isolation order or has been advised to self-quarantine;
    5. The employee is caring for a child whose school or child care has been closed due to Coronavirus; or
    6. The employee is experiencing any other substantially similar condition specified by the Secretary of Health and Human Services.
# Families First Coronavirus Response Act

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Families First Coronavirus Response Act

PAID LEAVE BENEFITS

EPSLA

EFMLEA
Families First Coronavirus Response Act

• Emergency Paid Sick Leave Act
  ▪ Employee’s ability to use paid sick leave for these purposes ceases upon the termination of the qualifying event.
  ▪ Paid leave provided under this law does not carry over year to year and any unused leave does not need to be paid out on termination of employment.
  ▪ Employers are required to post a notice in the workplace of paid sick leave rights under the new law.
  ▪ Failure to comply with the new paid sick leave law will be deemed a failure to pay minimum wages under the FLSA.
Families First Coronavirus Response Act

• Tax Benefit for Employers:
  ▪ Employers will be able to file for accelerated payments to refund employers for qualifying leave payments in excess of federal payroll taxes owed.
  ▪ Small businesses will be eligible for an exemption to the mandated sick and leave payments if they demonstrate that payment of child-care leave under the Act threatens the viability of their business.
  ▪ Enforcement actions will be delayed by thirty days for employers that act reasonably and in good faith to comply with the Act.
  ▪ The IRS press release is inconsistent with the Act in some respects, so we expect further clarification.
  ▪ Large employers should remember that Code section 45S provides a tax credit for paid FMLA leave.
Families First Coronavirus Response Act

- Employer Qualification – Counting to 500
  - Eligible employers are defined as businesses and tax-exempt organizations with fewer than 500 employees that are required to provide emergency paid sick leave and emergency paid family and medical leave under FFCRA.

Emergency Family and Medical Leave Expansion Act:
“Integrated Employer” test under FMLA considers the following factors in determining whether two or more entities are an integrated employer: (1) common management; (2) interrelation between operations; (3) centralized control of labor relations; and (4) degree of common ownership/financial control.

Emergency Paid Sick Leave Act:
“Joint Employer” test under FLSA: where two or more businesses exercise some control over the work or working conditions of the employee, the businesses may be joint employers under FMLA. Joint employers may be separate and distinct entities with separate owners, managers, and facilities.
Employers with 500+ Employees

• An employee qualifies for FMLA leave if:
  ▪ They have been employed by the employer for at least 12 months;
  ▪ They have worked 1250 hours in the last 12 months;
  ▪ The employer has 50 or more employees within 75 miles of the employee’s job site; and
  ▪ The employee is unable to work because of the employee’s spouse, child, parent, or the employee’s own serious health condition.

• If the employee is merely attempting to avoid exposure to the virus, the leave would not be covered by the FMLA.
Caring for a Dependent 500+ Employees

• Related to an Illness
  ▪ If an employee is taking time off to care for an individual with a serious health condition, the employee would be entitled to FMLA leave.
    • A serious health condition is an illness, injury, impairment, or physical or mental condition that involves inpatient care or continuing treatment by a health care provider.
  ▪ With the uncertainties surrounding COVID-19, an employer should err on the side of treating virus related absences as a qualifying event.

• Not Related to an Illness
  ▪ If an employee must take off time to care for a dependent who is not ill, such as to care for children due to school closures, this would not qualify for FMLA leave.
Coronavirus Aid, Relief and Economic Security Act (CARES)
Coronavirus Aid, Relief and Economic Security Act (CARES)

• Second Expansion of Unemployment
  ▪ Expanded Coverage to Individuals Not Eligible for Unemployment
    • “Pandemic Unemployment Insurance”
    • Covers more individuals including business owners, self-employed individuals, independent contractors, gig workers, and those with limited work or wage history
  ▪ Expanded Coverage to 39 Weeks
  ▪ Additional Monetary Relief for the Unemployed
  ▪ Waiting Week Waiver
  ▪ Short-time work/workshare plans
Coronavirus Aid, Relief and Economic Security Act (CARES)

- Employee Retention Credit
  - Allows a payroll tax credit for 50% of wages paid by “eligible employer” to certain employees
- Delay of Employer Payroll Taxes
  - Allows employers to delay payment of employer portion of the social security tax (i.e., 6.2% of payroll up to annual limit).
- Charitable Contributions
Coronavirus Aid, Relief and Economic Security Act (CARES)

• Paycheck Protection Program
  ▪ Allows businesses to borrow enough to cover monthly payroll costs for up to 2.5 months.
  ▪ Businesses can begin applying on April 3, 2020
  ▪ Eligible to be forgiven if used for payroll, mortgage interest, or other qualified expenses if the employer continues to employ or rehires its workers
    • It is anticipated that not more than 25% of the forgiven amount may be for non-payroll costs.
  ▪ Applies to any business, 501(c)(3), 501(c)(19), or Tribal business with
    • 500 or fewer employees; or
    • The maximum size standard in number of employees established by the SBA for that industry.
Coronavirus Aid, Relief and Economic Security Act (CARES)

• Paycheck Protection Program
  ▪ Loans can be for up to two and ½ months of your average monthly payroll costs from the last year plus an additional 25% of that amount, with a cap of $10,000,000.
  ▪ Payments for principal, interest, and fees are deferred for one year.
  ▪ Loans are available through SBA approved lenders.
  ▪ Loan obligations eligible for forgiveness include amounts expended for those obligations and services listed below that are incurred during the “Covered Period”
    • The covered period is the 8-week period beginning on the origination date of the covered loan.
Coronavirus Aid, Relief and Economic Security Act (CARES)

- Paycheck Protection Program – Limitations on Forgiveness
  - The amount of forgiveness
    - Cannot exceed the principal balance of the loan;
    - Will be reduced based on the reduction in number of employees;
    - Will be reduced if there is a decrease salaries and wages of more than 25% for any employee that made less than $100,000 annualized in 2019.; and
    - Will reduced by EIDL Grant amount received by borrower.
SBA Disaster Loans (EIDL)

- Loans directly from SBA to small biz (<500 employee).
- Low-interest, working capital loans up to $2 million.
- No personal guarantee up to $200,000.
- Available even if you have credit elsewhere.
- Can receive $10,000 grant within 3 days.
- Purposes: Paid sick leave, payroll, increased costs of materials, rent or mortgage payments, and repaying other obligations that cannot be met due to revenue losses from COVID-19.

SBA site is live and accepting applications.
OSHA Considerations
The 30,000-Foot View

• This is unprecedented. Facts and guidance change daily.
• The best we can all do is try to follow CDC and OSHA guidance.
• OSHA’s existing rules – and even general COVID-19 guidance – are not a perfect fit. Use judgment and care.
• Maintain calm and spread calm.
• For health, it’s always the right time to do the right thing.
Your Key Response Tools

- OSHA’s guidance
- CDC updates
- HB COVID-19 toolkit
- Safety Law Matters updates (subscribe!)
- Protective controls: Engineering, administrative, work practice, PPE
Remember The Basics About – The Contact You’re Trying to Prevent

6’
Spreads through respiratory droplets within six feet.

?
Anyone could be a carrier – without symptoms. Long incubation.

_CLOCK?
Virus can linger in the air (hours?) and surfaces (hours or more?).
What Does OSHA Expect?

• **General Duty Clause** – OSHA’s catchall. You must provide a workplace free of recognized hazards likely to cause death or serious harm.

• **Personal Protective Equipment (PPE) standards**
  - PPE to protect against environmental hazards ([1926.28](#)/[1926.95](#)/[1910.132](#)).
  - Conduct and certify hazard/PPE assessment.
  - Provide, use, and maintain PPE.
  - Communicate and train employees.

• **Eye and face protection** ([1910.133](#)).

• **Gloves for hand protection** ([1910.138](#)).
What Does OSHA Expect?

• **Respiratory protection** (1026.103/1910.134)
  - Know the **differences**: respirators (N95+) vs. simple face mask.
  - **Written** respiratory protection program.
  - Fit-testing, training, and medical exams.
  - Voluntary use: Just provide employees Appendix D.

• Face/surgical masks not covered (but do assess and train).
What Does OSHA Expect?

- **Hazard communication** for cleaning chemicals (1926.59/1910.1200).
- **Train** to avoid hazards; first responders on bloodborne (1926.21(b))
- The **bloodborne pathogens** standard (1910.1030) does not generally apply to “respiratory secretions” but provides a “framework that may help control . . . sources of the virus.”
- **Medical personnel** available to advise/consult (1926.50(a))
- **Special OSHA guidance** for healthcare workers.
- **Trash** containers with appropriate lids and collection (1926.25)
First Step: Assess and Plan

You need a COVID-19 response plan. Take it step by step:

1. Assess exposures and risk – who, how, and where.
2. Plan to address each potential exposure.
   - General measures for everyone.
   - Job-specific modifications and responsibilities.
   - Under hierarchy of controls, PPE is last resort.
3. Set response protocols in case infection occurs.
4. Plan for business continuity in severe conditions.

See our response plan guide and OSHA’s guidance to make your plan.
THE PLAN

General Control Measures

Educate employees about each person’s role:

• Stay healthy and practice good hygiene.
• Self-monitor, report illness, & report contacts with infected people.
• Stay home when sick. Make sure policies support this!
• Get tested if COVID-19 symptoms.
• If positive test or exposed, isolate at home 14 days.
THE PLAN

More General Control Measures

• Reduce in-person work to minimum necessity.
• Maintain 6-foot personal space.
• Hold meetings electronically.
• Limit visitors. Isolate visitor areas.
• Cancel travel. Support tele-working.
• Plan to sanitize regularly. Re-stock sanitary supplies and collect trash. Don’t forget desks, equipment, tools, radios!
• Reinforce with reminders and signs.
• Have supervisors enforce.
THE PLAN
Job-Specific Measures and Roles

• In-person contact?
• Move workstations?
• Stagger schedules?
• Assign individual tools, radios, workstations?
• Re-assign high-risk employees?
• Need PPE? Respiratory, gloves, goggles?
THE PLAN
Response Protocols When Infection Occurs

• Applies if anyone at your site has direct contact/positive test.
• Question: Presume symptoms = virus until test results?
• Determine exposure – which people and areas.
• Immediately isolate those affected. Send home or to medical care.
• Communicate sensitively and honestly – what happened and how will you respond? Address fears, make safe, and respect privacy.
• Safely decontaminate environment.
• 14-day isolation for those exposed. Monitor. Stay in touch.
• Assign responsibilities in plan: Who’s in charge?
THE PLAN
Plan for Business Continuity

• How will you **adjust operations** with high absenteeism? Reduce processes? Idle lines? Work off inventory?
• **Who will step in?** Cross-train employees? Temps? Extend hours?
• Don’t forget **training** and added hazards and stress.
• Plan **extra housekeeping** and sanitation duties.
• Plan for restrictions on goods, raw materials, or workers.
• Plans for paying workforce? Financial and insurance arrangements?
Is a COVID-19 Infection Recordable or Reportable to OSHA?

- Theoretically, it can be recordable if:
  - It’s a new case,
  - Leads to days away from work (or worse), and
  - Is work-related.
- Work-related = work was “more likely than not” the cause.
- That’s impossible to know! COVID-19 is everywhere.
- Reporting also requires work-relatedness. Plus, death must be within 30 days or hospitalization within 24 hours. How to know?
Is a COVID-19 Infection Recordable or Reportable to OSHA?

- We wrote a [letter to OSHA](#), asking for a presumption that COVID-19 cases are not work-related or recordable.
Communication Is Key

- **Update** your team regularly. Address individual and family concerns.
- Provide a channel for safety and health **concerns and complaints**. Make employees full partners.
- **Investigate** concerns and respond promptly and reasonably.
- **Don’t discriminate** or retaliate.
What If Employees Refuse to Work?

• Employee refusal is protected if all of these are met:
  1. Where possible, employer was asked to eliminate the danger and failed to do so.
  2. Work refusal was in "good faith" – genuine belief of imminent danger.
  4. Not enough time to correct through regular enforcement channels because of urgency of the hazard.

• But, what does collective bargaining agreement say?
Will OSHA Cite Me For Violations?

- OSHA wants to be part of the solution, promote workplace health, and help solve the crisis.
- Citations seem unlikely for employers acting in good-faith, taking real action, and making tough, reasonable judgment calls.
- But, bad actors and willful violators beware!
Frequently Asked Questions
Reduced Work Schedule Concerns for Exempt Employees

• Employers may reduce an exempt employee’s salary prospectively without risking the exemption, provided the change is bona fide and not used as a device to evade the salary basis requirements.
  ▪ The exempt employee must still receive the relevant statutory minimum per week.
  ▪ Employers must plan the reduction in advance and intend for the reduction to be focused on the employer’s long term business need.

• If the employee works some time during the FLSA designated workweek, the employee must be paid for the full workweek regardless of the actual number of hours or days worked.
Remote Work

• Compensation
  ▪ Union or Contract Employees – The employee must be paid at the same hourly rate.
  ▪ Non-Exempt Employees – The FLSA requires only that an employer pay employees for actual hours worked at the workplace or home.
  ▪ Exempt Employees – Salaried employees must generally receive their full salary in any week in which they perform work, with limited exceptions.
Forced Leave – FLSA Considerations

• Non-Exempt Employee
  ▪ Employers must only pay non-exempt employees for actual hours worked.
  ▪ The WHO is encouraging employers to be flexible with quarantined workers and to provide teleworking or other alternative work options or to extend additional paid time off to employees to prevent the spread of COVID-19.

• Exempt Employee
  ▪ If the employee works some time during the FLSA designated workweek, the employee must be paid for the full workweek regardless of the actual number of hours or days worked.
  ▪ Depending on the jurisdiction, an employer may require an employee to use sick, vacation, or other paid time of benefits.

• Fluctuating Work Week
  ▪ An employer must pay the full fluctuating workweek salary for every workweek in which the employee works and is not permitted to deduct pay for less than full week increments.

• Employers should also consider applicable state wage and hour laws.
Reductions in Force, Furloughs, and the WARN Act

- There are exceptions to the WARN Act that can lessen the amount of required notice, but not eliminate notice completely.
  - Closures of less than six months are not covered by the Act but it is difficult to know how long a closure will last due to the outbreak.
    - If the employer is not currently expecting to close for six months, the employer would likely not need to provide notice.
  - If you believe you may have to temporarily close your business, you should provide as much notice as possible.
- State mini-WARN laws.
- If the employer decides to send employees home, they should provide as much information as possible regarding the duration of the closure.
  - For non-exempt employees, the employer would need to pay the employer for time worked. Exempt employees would be entitled to a full days pay.
The ADA and COVID-19: What Can You Ask?

• Can you take an employee’s temperature?
  ▪ Yes. The EEOC guidance now states employers may measure employees’ body temperature, but employers should remember that not all infected individuals present with a fever.

• Can you ask if an employee is sick or why they cannot come into the office?
  ▪ Yes. An employer is allowed to ask about symptoms consistent with COVID-19, including fever, chills, cough, shortness of breath, or sore throat.
  ▪ An employer is also allowed to send an employee who is displaying symptoms home.
The ADA and COVID-19: What Disability Inquiries Can You Make?

• The ADA and Rehabilitation Act apply even during a mass outbreak such as COVID-19.

• Disability-Related Inquiries
  • The EEOC has confirmed employers can inquire into an employee’s symptoms of COVID-19 due to the “reasonable belief based on objective evidence that the severe form of pandemic influenza poses a direct threat.”
  • Inquiries should attempt to distinguish the symptoms of COVID-19 from the common cold and the seasonal flu.

• ADA accommodations for at-risk employees.

• Duty to preserve confidentiality under the ADA and various state laws.
The ADA and COVID-19: What Can You Do?

• Can you impose travel restrictions on employees?
  ▪ No, an employer may not prevent an employee from traveling to a high risk area if the travel is for personal reasons.
  ▪ An employer may inquire into an employee’s travel history or travel plans but the employer must ensure these inquiries are not based on race or national origin.

• Can you impose a quarantine on an employee?
  ▪ Yes, an employer can require an employee to quarantine for the CDC’s recommended 14-day period.

• Can you require a doctor’s note to return to work?
  ▪ Yes. These inquiries are allowed to confirm the employee is free of COVID-19 and fit to return to work. However, the CDC and EEOC warn that doctors may not be readily available during a pandemic and employers may wish to identify other ways to confirm an employee is fit to work.
Important Resources

• Husch Blackwell COVID-19 Question Email Address
  ▪ COVID19response@huschblackwell.com.

• Husch Blackwell Coronavirus Toolkit
  ▪ https://www.huschblackwell.com/coronavirus

• Husch Blackwell – Workplace Issues and COVID-19

• CDC - Information about COVID-19 in the United States

• World Health Organization
Questions?

Submit questions to MJ Torres-Marting at MaryJay.Torres-Martin@huschblackwell.com.